GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:1354
ANSWERED ON:08.03.2002
FDI IN DEFENCE RELATED INDUSTRY
MOHAN RAWALE

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the Government have notified guidelines to allow Foreign Direct Investment in defence related industry;

(b) if so, the details thereof; and

(c) if not, the time by which these are likely to be notified?

Answer

The Minister of State in the Ministry of Commerce and Industry (Dr. Raman Singh)

(a) to (c) Government has issued guidelines vide Department of Industrial Policy and Promotion Press Note No. 2 (2002 series) permitting FDI up to 26% in defence industry sector subject to compulsory licensing.